

HB 259 -- CORPORATE GOVERNANCE OF INSURANCE COMPANIES

SPONSOR: Wiemann

Beginning January 1, 2018, the bill requires insurers to provide the Director of the Department of Insurance, Financial Institutions and Professional Registration with a Corporate Governance Annual Disclosure (CGAD). The summary will contain an insurer or insurance group's corporate governance structure, policies, and practices so that the director can gain an understanding of the corporate governance framework.

The CGAD shall be prepared before June 1st of each calendar year consistent with regulatory requirements promulgated by the director.

Any insurer that is an insurance group shall submit the required report to the director or commissioner of the lead state for the insurance group, in accordance with the laws of the lead state as outlined by the most recent financial analysis handbook adopted by the National Association of Insurance Commissions (NAIC).

Any insurer that is an insurance group, shall not be required to submit the report to the director until the lead state for such insurance group has adopted the NAIC Model Act and CGAD model regulations.

This bill is the same as HB 337 (2017).